



PIERCE PROPOSED AMENDMENT NO. 1

ORIGINAL

TIME/DATE PREPARED: 1:30PM / January 10, 2014

COMPANY: Southwest Gas Corporation

AGENDA ITEM NO. 10

DOCKET NO(S). G-01551A-13-0170

OPEN MEETING DATE: January 14, 2014

The purpose of this proposed amendment modifies the proposed order to maintain the budgets for Years 3 and 4 of the Plan at the budget's current level of \$4.7 million.

Page 10, line 10, **INSERT** following new findings of fact and renumber accordingly:

14. Although we appreciate Staff's analysis concerning the proposed budgets for Years 3 and 4, we disagree that the budgets should be increased from the current budget level of \$4.7 million to \$6 million. Instead, we find that the budgets for Years 3 and 4 should be set at the current budget level of \$4.7 million.

15. We find that maintaining the current budget level for Years 3 and 4 will allow for continued inclusion in the budget of programs that are in the public interest, while discontinuing programs that we believe are no longer in the public interest.

16. We find that the following programs are in the public interest and shall continue to be included in the budgets for Years 3 and 4 at the following budget levels:

SGB Homes - \$2,880,000 million; Custom Commercial Rebates - \$330,000 million; Distributed Generation - \$300,000 million; Low Income Weatherization - \$450,000 million; Low Income Bill Assistance - \$200,000 million; and Solar Thermal -\$540,000.

17. We find that Residential and Commercial Rebates programs are no longer in the public interest and should be discontinued and eliminated from the budgets for Years 3 and 4.

Page 13, Lines 15 & 16, **DELETE**: existing ordering paragraph and replace with the following new ordering paragraph:

IT IS FURTHER ORDERED that budgets for Years 3 and 4 shall both be set at \$4.7 million as discussed in Findings of Fact 14-17 herein.

Page 13, Lines 22 & 23, **DELETE**: ordering paragraph

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***Please make all conforming changes.

THIS AMENDMENT:			
_____ Passed _____	Passed as amended by _____		
_____ Failed _____	_____ Not Offered _____	_____ Withdrawn _____	

Exhibit 1

Southwest Gas EE Measures Cost Effectiveness - Plan vs Actual (2013 Progress Report)

Approved			
<u>Residential Rebates:</u>	<u>Date</u>	<u>Fcst CE</u>	<u>Act CE</u>
Tankless Water heater	2012	0.94	0.77
Clothes dryer	2010	1.55	0.62
Windows	2012	1.45	0.78
Attic Insulation	2012	0.97	0.91
Floor Insulation	2012	1.35	N/A
Smart Low-Flow Showerhead	2012	1.21	0.68
 <u>Smarter, Greener Better Homes:</u>			
Home Certification	2012	1.36	}
Tankless Water Heater	2012	1.08	} 8.06
Attic Insulation	2012	1.44	}
 <u>Commercial Rebates:</u>			
Storage Water Heater	2007	2.46	0.45
Tankless Water Heater	2012	1.08	0.72
Boiler - Steam Trap	2010	7.31	0.55
Air Curtain	2007	2.22	0.76
Fryer	2010	1.38	0.48
Typical Custom Business Project	2012	3.55	
Typical DG Project	2012	1.56	1.3
Low-Income Energy Conservation	2012	0.98	2.26
Low Income Bill Assistance			
Residential Solar Water	2012	N/A	N/A
Non-Residential Solar Water	2012	N/A	N/A
Non-Residential Solar Pool Heater	2012	N/A	N/A

The cost effectiveness from the 2013 progress report is based on 6 - 7 months of data, and may change when a full year of data is available.

Exhibit 2

Southwest Gas EE/RET Plan Years 2015 and 2016

	<u>Budget</u>	<u>Proposed</u> <u>Budget</u>	<u>Amended</u> <u>Budget</u>
	2014	2015/2016	2015/2016
Residential Rebates	\$ 430,000	\$ 620,000	\$ -
SGB Homes	\$ 2,250,000	\$ 2,880,000	\$ 2,880,000
Commercial Rebates	\$ 180,000	\$ 400,000	\$ -
Custom Commercial Rebates	\$ 500,000	\$ 350,000	\$ 330,000
Distributed Generation	\$ 150,000	\$ 300,000	\$ 300,000
Low Income: Weatherization	\$ 450,000	\$ 450,000	\$ 450,000
Bill Assistance	\$ 200,000	\$ 200,000	\$ 200,000
Solar Thermal	<u>\$ 540,000</u>	<u>\$ 800,000</u>	<u>\$ 540,000</u>
Total	<u>\$ 4,700,000</u>	<u>\$ 6,000,000</u>	<u>\$ 4,700,000</u>

*Proposed Revised Budget excludes increases for Residential and
Commercial Rebates Based on Exhibit 1 from the 26 Nov 2013 Application*